

~~SECRET~~

GA
Mc

Acting Chief, Finance Branch

19 January 1951

Assistant Comptroller

Budget Circular No. A-38

1. This is in reply to your memorandum of 13 January 1951 in which you advise that it has been the practice not to send compensation information to states and municipalities as required by Circular A-38. You ask for confirmation that this practice is correct.

2. In checking on this matter it was found that Budget Circular No. A-38 was originally issued under date of December 4, 1947 as Bulletin No. 1947-48:11. After receipt of this Bulletin the question of CIA compliance therewith was discussed by the Budget Officer with the General Counsel and other interested agency officials and it was determined that for security reasons CIA should not send compensation information to States and municipalities. The Budget Officer cleared the matter with Mr. Schaub of the Bureau of the Budget on January 5, 1948, and with Mr. W. B. Hill, Bureau of Internal Revenue, on January 6, 1948.

3. You should therefore continue the practice of not sending compensation information (Forms W-2) of CIA employees to States and municipalities. The supplying of tax information to the Bureau of Internal Revenue should, of course, continue as outlined in a letter dated 30 January 1948 to Internal Revenue.

25X1A9a

FPB/vlb

cc: Fiscal Br.
Signer's copy ✓

Document No.	07
No Change in Class.	<input checked="" type="checkbox"/>
<input type="checkbox"/> Declassified	
Class. Changed To:	TS S C
Auth:	HR 702
Date:	19/09/78
By:	029

~~SECRET~~